

### 3. Objective function

The objective function of the linear program of WinDS is to minimize the following costs:

- Capital costs of new wind plants
- + Operating costs of all wind generation (including forecast/bidding penalties)
- + Cost of transmission of wind (old and new lines)
- + Cost of storing wind power
- + Capital cost of new conventional plants
- + Fuel and operating costs of conventional generation
- + Cost of spinning reserve
- + Cost of interruptible loads

In equation form with explanatory notes in [brackets]:

$$\begin{aligned}
 & [Wind\_onshore\_capital\_costs\_and\_O\&M\_costs] \\
 & \sum_{c,i} (CW_c (1 + cslopeW costfactor * cslope_{c,i}) + CWOM_c) * (\sum_{wscp} WturN_{i,wscp} * class_{c,i} + WturTN_i * classT_{c,i} + Wtur\_inregion_{c,i}) \\
 & [Wind\_offshore\_shallow\_capital\_costs\_and\_O\&M\_costs] \\
 & + \sum_{c,i} (CWcofs_c + CWOMcofs_c) * (\sum_{wscpofs} WturNofs_{i,wscpofs} * classofs_{c,i} + WturTNofs_i * classTofs_{c,i}) \\
 & [Wind\_offshore\_deep\_capital\_costs\_and\_O\&M\_costs] \\
 & + \sum_{c,i} (CWcofd_c + CWOMcofd_c) * (\sum_{wscpofd} WturNofd_{i,wscpofd} * classofd_{c,i} + WturTNofd_i * classTofd_{c,i}) \\
 & [Cost\_to\_connect\_onshore\_wind\_to\_the\_grid] \\
 & + \sum_{i,c} Cgridconnect * (\sum_j WN_{i,j} * class_{c,i} + WTN_{i,j} * classT_{c,i} + \sum_{escp} Welec\_inregion_{c,escp,i}) \\
 & [Cost\_to\_connect\_offshore\_shallow\_wind\_to\_the\_grid] \\
 & + \sum_{i,c} Cgridconnect * (\sum_j WNofs_{i,j} * classofs_{c,i} + WNofs_{i,j} * classTofs_{c,i}) \\
 & [Cost\_to\_connect\_offshore\_shallow\_wind\_to\_the\_grid] \\
 & + \sum_{i,c} Cgridconnect * (\sum_j WNofd_{i,j} * classofd_{c,i} + WNofd_{i,j} * classTofd_{c,i})
 \end{aligned}$$

$$\begin{aligned}
& \text{Wind\_transmission\_cost\_on\_existing\_transmission\_lines\_throughout\_analysis\_period}] \\
& + (TOWCost * dis_{i,j} + POSTSTWCOST * PostStamp_{i,j}) * (\sum_{c,i,j} WN_{i,j} * class_{c,i} * CF_c + WNofs_{i,j} * classofs_{c,i} * CFcofs_c \\
& + WNofd_{i,j} * classofd_{c,i} * CFcofd_c) * 8760 * PVA_{d_r,E} * (1 - IWSurplusMar_{c,i \in in}) \\
& [\text{Cost\_of\_new\_transmission\_lines\_dedicated\_to\_wind}] \\
& + TNWCost * (1 + (cslope_{c,i} + cslope_{c,j}) / 2 * cslopeT \cos tfactor) * (cpop_{c,i} + cpop_{c,j}) / 2 * \max(50, dis_{i,j}) \\
& * \sum_{c,i,j} (WTN_{i,j} * classT_{c,i} + WTNofs_{i,j} * classTofs_{c,i} + WTNofd_{i,j} * classTofd_{c,i}) \\
& [\text{Cost\_of\_new\_transmission\_lines\_from\_the\_wind\_site\_to\_the\_grid\_} \\
& \text{throughout\_the\_analysis\_period}] \\
& + \sum_{c,i,wscp} (WNSC_{i,wscp} * class_{c,i} * WR2GPTS_{c,i,wscp}) * CF_c * 8760 * PVA_{d_r,E} \\
& [\text{Cost\_of\_new\_transmission\_lines\_from\_the\_shallow\_offshore\_wind\_site\_to\_the\_grid\_} \\
& \text{throughout\_the\_analysis\_period}] \\
& + \sum_{c,i,wscp} (WNSCofs_{i,wscp} * classofs_{c,i} * WR2GPTSofs_{c,i,wscp}) * CFcofs_c * 8760 * PVA_{d_r,E} \\
& [\text{Cost\_of\_new\_transmission\_lines\_from\_the\_deep\_offshore\_wind\_site\_to\_the\_grid\_} \\
& \text{throughout\_the\_analysis\_period}] \\
& + \sum_{c,i,wscp} (WNSCofd_{i,wscp} * classofd_{c,i} * WR2GPTSofd_{c,i,wscp}) * CFcofd_c * 8760 * PVA_{d_r,E} \\
& [[\text{Cost\_of\_building\_new\_transmission\_lines\_to\_load\_centers\_in\_the\_same\_region\_} \\
& \text{as\_the\_wind}]] \\
& + \sum_{c,escp,j} Welec\_inregion_{c,escp,j} * MW\_inregion\_dis_{c,escp,j} * (1 + cslope_{c,j} * cslopeT \cos tfactor) * cpop_{c,j} \\
& * CF_c * 8760 * PVA_{d_r,E} \\
& [\text{Cost\_of\_building\_new\_transmission\_lines\_to\_load\_centers\_in\_the\_same\_region\_} \\
& \text{as\_the\_shallow\_offshore\_wind}] \\
& + \sum_{c,escpofs,j} Welec\_inregionofs_{c,escpofs,j} * MW\_inregion\_disofs_{c,escpofs,j} * cpop_{c,j} * CFofs_c * 8760 * PVA_{d_r,E} \\
& [\text{Cost\_of\_building\_new\_transmission\_lines\_to\_load\_centers\_in\_the\_same\_region\_} \\
& \text{as\_the\_deep\_offshore\_wind}] \\
& + \sum_{c,escpofd,j} Welec\_inregionofd_{c,escpofd,j} * MW\_inregion\_disofd_{c,escpofd,j} * cpop_{c,j} * CFofd_c * 8760 * PVA_{d_r,E} \\
& [\text{Cost\_of\_shortfall\_in\_failing\_to\_meet\_national\_RPS\_requirements}] \\
& + RPSSCost * RPS\_Shortfall \\
& [\text{Cost\_of\_shortfall\_in\_failing\_to\_meet\_state\_level\_RPS\_requirements}] \\
& + \sum_{states} (ST\_RPSSCost_{states} * ST\_RPS\_Shortfall_{states}) \\
& [\text{wind\_growth\_multiplier\_on\_wind\_capital\_cost}] \\
& + \sum_g CG_g * WCt_g \\
& [\text{wind\_installation\_growth\_multiplier\_on\_wind\_installation\_capital\_cost}] \\
& + \sum_{ginst} CGinst_{ginst} * WCtinst_{ginst}
\end{aligned}$$

$$\begin{aligned}
& [Conventional\_generators\_capital\_cost\_and\_fixed\_O\&M\_throughout\_the\_analysis\_period] \\
& + \sum_{n,q} (CCONV_q + Cgridconnect + CCONVF_q) * CONVCAP_{n,q} \\
& [Conventional\_generation\_variable\_O\&M] \\
& + \sum_{n,q} CCONV_{n,q} * (CONVGEN_{m,n,q} + CONVPGEN_{mpeak,n,q} * PCOSTFRAC_q) \\
& [Low\_sulfur\_coal\_incremental\_cost] \\
& + \sum_n (coalowsulincost_n * cheatrate_{coal} * PVA_{coal,d_r,E,e}) * coalowsul_n \\
& [Spinning\_reserve\_operating\_and\_fuel\_cost] \\
& + \sum_{m,n,q} CSRV_{n,q} * SR_{m,n,q} * H_m \\
& [Quick\_start\_capacity\_cost] \\
& + \sum_{n,q} CQS * QS_{n,q} \\
& [Interruptible\_load\_capacity\_cost] \\
& + \sum_n IL_n * CILA + \sum_{i\lg,n} CIL_{i\lg} * ILt_{i\lg,n} \\
& [Grid\_transmission\_variable\_cost] \\
& + \sum_{m,n,p} H_m * CONVT_{m,n,p} * (TOCost * dis_{n,p} + POSTSTWCOST * PostStamp_{n,p}) * PVA_{d_r,E} \\
& [Grid\_transmission\_capital\_cost\_of\_new\_transmission\_lines] \\
& + \sum_{n,p} TPCAN_{n,p} * TNCost * dis_{n,p} \\
& [Price\_vs\_cost\_differential\_due\_to\_rapid\_growth] \\
& + \sum_{tpca\_g} TPCA\_CG_{tpca\_g} * TPCA\_Ct_{tpca\_g} \\
& [Carbon\_tax\_cost] \\
& + carbtaxmax * ctaxdiscsum * \sum_{m,n,q} CONVpol_{carbon,q} * H_m * (convgen_{m,n,q} + convp_{n,peak,q}) * cheatrate_q
\end{aligned}$$

$$\begin{aligned}
& [Capital\_and\_fixed\_operating\_cost\_for\_storage\_conversion\_at\_a\_wind\_site] \\
& + (CCH2_{electrolyzer} + CfixOMH_{electrolyzer} * PVA_{d_r,E}) * \sum_i ELE_i \\
& [Variable\_cost\_throughout\_the\_analysis\_period\_for\_storage\_conversion\_at\_a\_wind\_site] \\
& + CAOMH_{electrolyzer} * (\sum_i hfs_i + \sum_{c,hscp,i} hf\_inregion_{c,hscp,i} + (\sum_{c,i,s} fcell\_inregion_{c,i,s} + \sum_{i,r,s} fcell_{i,r,s}) / CHEFF_{fuelcell}) \\
& [Capital\_cost\_of\_storage\_at\_a\_wind\_site; storage\_sized\_for\_one\_summer\_day's\_throughout] \\
& + CCH2_{storageatwind} * \sum_i h2stored\_summerday_i \\
& [Storage\_at\_wind\_variable\_and\_fixed\_O\&M\_cost\_throughout\_the\_analysis\_period] \\
& + (CAOMH_{storageatwind} + CfixOMH_{storageatwind} * PVA_{d_r,E}) * (\sum_{c,i,s} fcell\_inregion_{c,i,s} + \sum_{i,r,s} fcell_{i,r,s}) / CHEFF_{fuelcell} \\
& [Cost\_to\_transport\_H2\_fuel\_from\_a\_wind\_farm\_to\_a\_city\_gate\_within\_the\_same\_region] \\
& + \sum_{c,hscp,j} (hf\_inregion_{c,hscp,j} * hf\_inregion\_cost_{c,hscp,j}) * PVA_{d_r,E} \\
& [Capital\_cost\_and\_fixed\_operating\_cost\_of\_fuel\_cell\_at\_wind\_site] \\
& + (CCH2_{fuelcell} + CfixOMH_{fuelcell} * PVA_{d_r,E} * \sum_i Fcellcapacity_i) \\
& [Variable\_O\&M\_cost\_throughout\_the\_analysis\_period\_of\_Fuel\_cell\_at\_wind\_site] \\
& + CAOMH_{fuelcell} * (\sum_{c,i,s} fcell\_inregion_{c,i,s} + \sum_{i,r,s} fcell_{i,r,s}) \\
& [H2\_fuel\_transport\_variable\_and\_fixed\_O\&M\_cost\_throughout\_the\_analysis\_period\_for\_H2\_from\_wind] \\
& + (CAOMH_{h2transportation} * dis_{i,j} + CfixOMH_{h2transport} * PVA_{d_r,E}) * \sum_{i,j} hf_{i,j} \\
& [Cost\_adder\_for\_grid\_electricity\_supplied\_to\_electrolyzers\_at\_wind\_farms] \\
& + \sum_{i,m} (grid\_2\_welectrolysis_{i,m} + grid\_2\_welectrolysis\_inregion_{i,m}) * ind\_elec\_adder * PVA_{d_r,E} \\
& [Distributed\_fuel\_cell\_capital\_cost\_and\_fixed\_O\&M] \\
& + \sum_n DISFCELL\_CAP_n * (CCH2_{fuelcell} + CfixOMH_{fuelcell} * PVA_{d_r,E}) \\
& [Distributed\_fuel\_cell\_and\_storage\_variable\_O\&M\_cost] \\
& + \sum_{j,m} hfdiselec\_2\_fcell_{j,m} * (CAOMH_{fuelcell} + CAOMH_{storageatcity}) \\
& [Storage\_at\_city\_capital\_cost\_and\_fixed\_O\&M] \\
& + (\sum_{j,m} hfdiselec\_2\_fcell_{j,m} / summerdays) * (CCH2_{storageatcity} + CfixOMH_{storageatcity} * PVA_{d_r,E})
\end{aligned}$$

$$\begin{aligned}
& [Steam\_methane\_reformer\_capital\_cost\_plus\_fixed\_O\&M\_cost\_throughout\_ \\
& the\_analysis\_period] \\
& + (CCH2_{ngreformer} + CfixOMH_{ngreformer} * PVA_{d_r,E}) * \sum_j HF\_STEAMREF\_CAP_j \\
& [Steam\_methane\_reformer\_variable\_O\&M\_cost\_and\_natural\_gas\_cost\_throughout\_ \\
& the\_analysis\_period] \\
& + \sum_j hfsteamref_j * (CAOMH_{ngreformer} + Fprice_{gascc} * PVA_{gas.j,d,E} / CHEFF_{ngreformer})
\end{aligned}$$

$$\begin{aligned}
& [Distributed\_electrolyzer\_capital\_cost\_and\_fixed\_O\&M\_cost\_throughout\_ \\
& the\_analysis\_period] \\
& + \sum_j HF\_DISELEC\_CAP_j * (CCH2_{distributedelectrolyzer} + CfixOMH_{distributedelectrolyzer} * PVA_{d_r,E}) \\
& [Distributed\_electrolyzer\_variable\_O\&M\_cost\_and\_industrial\_electricity\_adder\_ \\
& throughout\_the\_analysis\_period]] \\
& + (\sum_j hfdiselec_j + \sum_{j,m} hfdiselec\_2\_fc_{j,m}) * (CAOMH_{distributedelectrolyzer} + ind\_elec\_adder / \\
& CHEFF_{distributedelectrolyzer} * PVA_{d_r,E})
\end{aligned}$$

$$\begin{aligned}
& [Value\_of\_hydrogen\_produced] \\
& - H2PRICE * (\sum_{c,hscp,i} hf\_inregion_{c,hscp,i} + \sum_i hfd_i + \sum_i hfdiselec_i + \sum_i hfsteamref_i) * PVA_{d_r,E} \\
& [carbon\_emissions\_cost] \\
& + carbtax_{max} * ctaxdiscsum * steam\_ref\_emiss_{pol} * \sum_j hfsteamref_j / CHEFF_{ngreformer}
\end{aligned}$$

$$\begin{aligned}
& [Electrolyzer\_growth\_multiplier\_on\_electrolyzer\_capital\_cost] \\
& + \sum_{hebp} CGelectrolyzer_{hebp} * HEGBIN_{hebp} \\
& [Steam\_methane\_reformer\_growth\_multiplier\_on\_SMR\_capital\_cost] \\
& + \sum_{hsmrbp} CGSMR_{hsmrbp} * HSMRGBIN_{hsmrbp} \\
& [Fuel\_cell\_growth\_multiplier\_on\_fuel\_cell\_capital\_cost] \\
& + \sum_{hfcbp} CGFC_{hfcbp} * HFCGBIN_{hfcbp}
\end{aligned}$$

**Where:**

- E** is the evaluation period (years) over which all investments are considered
- CW<sub>c</sub>** is the capital cost of class c wind (\$/MW) (see equation in Financial Parameters section)
- cslope<sub>c,i</sub>** is the average slope of the terrain at class c sites in region i
- cslopeWcostfactor** is the fractional increase in wind capital cost per degree of topographical slope
- cslopeTcostfactor** is the fractional increase in new transmission line capital cost per degree of topographical slope
- CWOM<sub>c</sub>** is the present value over the evaluation period (E) of the operating costs (variable and fixed) for a class c wind machine (\$/MWh for E years) (see equation in Financial Parameters section)
- CWOMcofs<sub>c</sub>** is the present value of E years of fixed and variable operating costs for class c shallow offshore wind including production tax credits
- CWOMcofd<sub>c</sub>** is the present value of E years of fixed and variable operating costs for class c deep offshore wind including production tax credits
- class<sub>c,i</sub>** is the binary parameter that indicates whether class c onshore wind in region i that uses existing (at the start of the analysis time frame) transmission is the best onshore wind to consider in this time period
- classT<sub>c,i</sub>** is the binary parameter that indicates whether class c onshore wind in region i that uses new (installed in this time period) transmission is the best onshore wind to consider in this time period
- classofd<sub>c,i</sub>** is the binary parameter that indicates whether class c deep offshore wind in region i that uses existing (at the start of the analysis time frame) transmission is the best deep offshore wind to consider in this time period
- classofs<sub>c,i</sub>** is the binary parameter that indicates whether class c shallow offshore wind in region i that uses existing (at the start of the analysis time frame) transmission is the best shallow offshore wind to consider in this time period
- classTofd<sub>c,i</sub>** is the binary parameter that indicates whether class c deep offshore wind in region i that uses new (installed in this time period) transmission is the best deep offshore wind to consider in this time period
- classTofs<sub>c,i</sub>** is the binary parameter that indicates whether class c shallow offshore wind in region i that uses new (installed in this time period) transmission is the best shallow offshore wind to consider in this time period
- Cgridconnect** is the cost of the substation and other expenses related to connecting to the grid, not including any transmission line builds (\$/MW)
- TOCost** is the cost for wind to use existing transmission lines (\$/MWh-mile)
- TNCost** is the cost of new transmission lines (\$/MW-mile)
- TNWCost** is the cost to build a new transmission line (\$/MW-mile)
- TOWCost** is the cost of wind transmission on existing lines (\$/MWh-mile)
- WR2GPTSoft<sub>c,i,wscpofd</sub>** is the cost (\$/MW) of building transmission interconnect to the grid for class c deep offshore wind resource in region i in supply curve step wscpofd
- WR2GPTSofts<sub>c,i,wscpofs</sub>** is the cost (\$/MW) of building transmission interconnect to the grid for class c shallow offshore wind resource in region i in supply curve step wscpofs.

**dis<sub>i,j</sub>** is the distance between wind supply region i and demand region j (miles)

**POSTSTWCOST** is the cost to transmit into or across a PCA on existing transmission lines (\$/MW-PCA)

**PostStamp<sub>i,j</sub>** is the number of PCAs that must be crossed to transmit from wind supply region i to demand region j

**CF<sub>c</sub>** is the capacity factor for new onshore wind at a class c site

**CFcofd<sub>c</sub>** is the annual capacity factor of new deep offshore wind systems of class c in the time period being run

**CFcofs<sub>c</sub>** is the annual capacity factor of new shallow offshore wind systems of class c in the time period being run

**MW\_inregion\_dis<sub>c,escp,j</sub>** is the levelized cost from the escp step of the supply curve for the cost of building a transmission line within region i from a class c onshore wind site to a load center

**MW\_inregion\_disofd<sub>c,escpofd,j</sub>** is the levelized cost from the escpofd step of the supply curve for the cost of building a transmission line within region i from a class c deep offshore wind site to a load center

**MW\_inregion\_disofs<sub>c,escpofs,j</sub>** is the levelized cost from the escp step of the supply curve for the cost of building a transmission line within region i from a class c shallow offshore wind site to a load center

**RPSSCost** is the penalty imposed on utilities for not meeting the national RPS requirement

**RPS\_Shortfall** is the variable for the additional amount of wind generation needed to meet the national RPS requirement beyond that supplied

**ST\_RPSSCost<sub>states</sub>** is the penalty imposed on utilities for not meeting the RPS requirement in “states”

**ST\_RPS\_Shortfall<sub>states</sub>** is the variable for the additional amount of wind generation needed to meet the RPS requirement beyond that supplied in “states”

**IWSurplus<sub>c,i,in</sub>** is the fraction of wind from a class c site in region i that is supplied to interconnect in that cannot be used because there is excess generation (see Wind Intermittency Parameters section)

**cpop<sub>csi</sub>** is a multiplier on the capital cost of transmission lines for wind to account for increased siting/land costs in highly populated areas. The value varies between 1 and 2 as a linear function of population density in the vicinity of class c wind sites in region i.

**WR2GPTS<sub>c,i,wscp</sub>** is the cost to build transmission from the class c wind site in region i to the closest available grid transmission capacity (\$/MW) (see Appendix D, GIS Calculations.)

**CCH2<sub>technology name</sub>** is the capital cost of the storage (hydrogen) technology (\$/MW or \$/unit stored energy)

**CAOMH<sub>technology name</sub>** is the present value over the evaluation period of the variable operating cost (including any production tax credit) of the storage (hydrogen) technology (\$/MWh or \$/unit stored energy)

**CfixOMH<sub>technology name</sub>** is the fixed operating cost of the storage (hydrogen) technology (\$/MW-yr or \$/unit stored energy)

**CHEFF<sub>technology name</sub>** is the efficiency of the storage (hydrogen) technology (units out/units in)

**hf\_inregion\_cost<sub>c,hscp,j</sub>** is the cost associated with step hscp for the shipment of hydrogen from a class c wind site within region i to a city within the region

**ind\_elec\_adder** is the additional cost beyond the wholesale cost for delivering grid electricity to distributed electrolyzers and electrolyzers at the wind site

**h2stored\_summerday<sub>i</sub>** is storage (e.g., hydrogen storage) capacity required to meet the on-peak operation of the fuel cells at wind sites in region i

**H2PRICE** is the price that hydrogen will receive in the marketplace in this time period

**H2energy** is the annual production of energy for storage (e.g., hydrogen storage)

$$h2energy = (\sum_{s,i,r} fcell_{s,i,r} + \sum_{i,c,s} fcell\_inregion_{i,c,s}) / CHEFF_{fuelcell}$$

**H2energy\_summerday** is the energy produced for storage (e.g., hydrogen storage) during a summer day

$$h2energy\_summerday = (\sum_{i,r} fcell_{summer,i,r} + \sum_{i,c} fcell\_inregion_{i,c,summer}) /$$

$$CHEFF_{fuelcell} / (numhourssummer / 24)$$

where **numhourssummer** is the number of hours in June – August

**summerdays** is the number of days in the summer (= numhourssummer/24)

**carbtaxmax** is the ultimate carbon tax level once the tax has been fully phased in (\$/ton carbon)

**ctaxdiscsum** is the multiplier to convert annual cost of carbon to present value cost over the evaluation period

**CGelectrolyzer<sub>hebp</sub>** is the difference between the price and cost of the technology for converting power to stored energy in growth bin hebp (\$/MW)

**CGfuelcell<sub>hfcbp</sub>** is the difference between the price and cost of the technology for converting stored energy to power in growth bin hfcbp (\$/MW)

**TPCA\_CG<sub>tpca\_g</sub>** is the difference between the price and cost of transmission in transmission growth bin tpca\_g (\$/MW-mile) (see the Financial Parameters section)

**CG<sub>g</sub>** is the increase in turbine price over cost in growth bin g due to rapid growth in wind deployment (\$/MW) (see the Financial Parameters section)

**CGinst<sub>ginst</sub>** is the increase in wind installation price over cost in growth bin ginst, due to rapid growth in wind deployment (\$/MW) (see the Financial Parameters section)

**H<sub>m</sub>** is the number of hours in a year in time slice m

**CCONV<sub>q</sub>** is the present value of the revenue required to pay for the capital cost of one MW of capacity of generating technology q (\$/MW) including interest during construction, finance and taxes (see the Financial Parameters section)

**CCONVF<sub>q</sub>** is the present value over the evaluation period of the fixed operating costs for conventional technology q (\$/MW-yr) (see the Financial Parameters section)

**CCONVV<sub>n,q</sub>** is the present value over the evaluation period of the variable operating and fuel costs for conventional technology q in PCA n (\$/MWh) (see the Financial Parameters section)

**PCOSTFRAC<sub>q</sub>** is the multiplier on the operating costs of technology q for use as a peaker (i.e. when the generation in the diurnal peak period exceeds the average generation in the diurnal shoulder periods)

**coallowsulincost<sub>r</sub>** additional cost of low-sulfur coal (relative to high-sulfur coal) (\$/Mbtu)

**Ecostescal<sub>n,q</sub>** is the annual real price escalation of fuel used in PCA n by technology q



**cur\_year** is the calendar year of the last year of the current 2-year period

**cheatrate<sub>q</sub>** is the heat rate for technology q (MBTU/MWh)

**PVA<sub>name,d,E,n</sub>** is the present value factor for fuel for technology q in PCA n escalating over time (see derivation in the Financial Parameters section)

**CONV<sub>pol(pollutant)</sub><sub>q</sub>** is the emissions of pollutant (pounds per MWh)

**Carboncost** is the cost of carbon emissions (\$/pound carbon)

**CCT<sub>n,p</sub>** is the present value over the evaluation period of the cost per MWh of transmission between PCAs n and p (\$/MWh) (see the Financial Parameters section)

**CSRV<sub>n,q</sub>** is the present value over the evaluation period of the cost of spinning reserve in PCA n (\$/MW-hour) of type q (see the Financial Parameters section)

**CIL<sub>n</sub>** is the present value over the evaluation period of the base cost of interruptible load in PCA n (\$/MWh)

**CIL<sub>ilg</sub>** is the present value over the evaluation period of the cost of interruptible load in bin ilg (\$/MWh), i.e. of higher levels of interruptible load use.

**CQS** is the cost to modify a generation plant for fast-start-capability to provide additional operating reserve (\$/MW)